Sectt. II-27—45,006—19-10-39.

Public works (1941) Department.

1741 SERIES.

G.O. No. 379

Dated 13—9—1741

[Despatch Abstract.]

Electricity - Bellary Electric licence -Rate for street lighting- ~~Reduction~~ Reduction -Approved.

C.F. 32.

In reply, please quote number, date and short title.*

Municipal Electricity - DEPARTMENT.

Received *Registered*

From (Name) Sri.K.Venkatadri Choudari, B.A.,

(Designation) Commissioner, Bellary Municipality,

Post Box, (Station) Bellary.,

Telegraphic Address

27790

To

The Secretary to Government,
Local Administration Department,
Fort St.George, Madras.

Through ... Vice Chairman, Municipal Council. Bellary

No.7.1/493/40, *dated* 13th August 1940.

Sir,

Enclosures

Spare Copies

Suoject:- Reduction of rates from As.3½ to As.2/- per unit for street lighting - Electric Standing Committee Resolution No.14 dated 31-7-39 and No.14 of 29-7-1940. Consultation with Electrical Inspector to Government - The suggestion of the -- Electrical Inspector of As.2½ per unit -- with a guarantee of 12,000 units per -- month is too high and loss to Council - Pray approval of rate of As.2/-

---

Ref:- Electric Standing Committee Res.No.14 dated 31-7-39 and Res.No.14 dated ---- 29-7-40. Letter dated 6/10-1-40 from the Commissioner and letter No.M.23.B - 791 dated 23-4-40 from the Chief ---- Electrical Inspector to Government. -- Letter No.B/5/2585/40 dated 11-6-40 (enclosed)

Forwarded.

(Rao Sahib Mageshwara Rao, B.A.,B.L.)
Vice Chairman
in charge.

The Electric Standing Committee, to whom powers -- have been delegated by the Council, have in its Resolution No.31-7-1939 initially resolved to reduce the rate of --- street lighting from As.3½ to As.2/- besides the actual -- cost of repairs, renewals etc., to be met with from --- General Funds seperately as well.

The prima facie consideration of the Council for the adoption of the rates of As.2/- was:-

(1) That the rate of As.3½ was agreed to by the -- Council on the recommendation of the Electrical Inspector

P.T.O.

2

as early as 1935 in order to be on a par, perhaps, with the then cost of generation. Owing to a growth of load -- the cost of generation has subsequently worked out to -- between 1.2 and 1.4 annas per unit from the year 1937-38 onwards as shown in the monthly maintenance statements -- of Power House. Hence, the reduction of rates to As.2/- per unit was considered reasonable.

(2) The lighting of the town as it is, is very poor and the maintenance of kerosene lights with electric lights -- side by side was considered troublesome, let alone the --- inefficiency. Hence, the Council thought of increasing the number of ~~xxxxx~~ electric lights to do away with kerosene lights once for all.

(3) The Electricity Duty introduced by Government --- compelled payment of a tax to the extent of Rs.3,000/- to Government every year if the existing tariff continues. It is a known fact that the Municipality taken as a whole of which the Electric Concern is a Remunerative Enterprise -- the income shown for Electric Street lights is a matter -- of book adjustment from General Funds to Electric Funds -- and not an actual income as from consumers - from an outside ~~xxxxxxxx~~ Source.

This fact was explained to the Electrical Inspector in my letter dated 6/10-1-1940 (copy enclosed). The ---- Electrical Inspector in his letter No.M.23/791/23-4-1940 - was not willing for the acceptance of the rate of As.2/- per unit but suggested a reduction to a ~~xxxxx~~ rate of As.2.5 per unit provided a monthly consumption of 12,000 units is -- guarenteed as against the present consumption of 9,000 units - a month. This involved a greater loss to the Council than the existing one in that the tax has to be paid for 12,000 units instead of 9,000 units, the increase in Duty being from ---- ~~xxxxxxxxx~~ Rs.3,375/- to Rs.4,500/- i.e., by Rs.1,125/- per annum

pp 11-12 infra
p 13 infra

3

on energy consumption for street lighting alone, besides the increase in the actual maintenance charges by way of extra bulbs etc., as a consequence of a guarantee of --- 12,000 units from Rs.5,000/- to Rs.4,000/- i.e., by --- Rs.1,000/- again

The view of the Electrical Inspector in asking -- the Municipality to guarantee 12,000 units and to reduce the rate to 2.5 annas has been to protect the interests of Electric Concern alone and does not seem to be a view taken in conjunction with the Municipality and its Fund as a whole, bearing in mind the fundamental fact that -- the revenue shown against street lighting under the -- Head "Remunerative Enterprise" is nothing but a matter - of book adjustment from General Funds to Electric Fund and not an income from outside source as already pointed out. Even inspite of my explanations to the Chief Electrical Inspector of the factors affecting the General Funds as explained above, he was not for accepting the rate of -- As.2/- per unit. The matter was again placed, as per the suggestion of the Electrical Inspector, before the - Electric Standing Committee once again with all these -- factors explained by me. After careful consideration of -- all the factors explained, the Committee in its Resolution No.14 dated 29-7-40 resolved to address the Government for the approval of the rate of As.2/-

I pray that in view of the facts explained, the Government be pleased to approve of the rate of As.2/- per unit as suggested by the Council considering the present financial position of the Municipality with a deficit of nearly Rs.40,000/-

For favour of early orders.

Yours faithfully,

Commissioner.

OK.

Encl:- 6 as per details noted overleaf.

4

Encl:-

(1) Copy of Res.No.14 dated 31-7-39
(2) ,, ,, 14 dated 29-7-40
(3) ,, Note dated 24-7-40
(4) ,, letter dated 6/10-1-1940 from the Commissioner, Bellary Municipality, to the Chief Electrical --- Inspector to Govt., Madras.
(5) Copy of letter No.M.23-B-791 dated 23-4-40 from the Chief Electrical Inspector to Govt., Madras.
(6) Copy of letter No.B.5.2585/40 dated 11-6-40 from the Commissioner, Bellary Municipality -- to the Chief Electrical Inspector to Govt., Madras.

Copy of Resolution No.14 dated 31-7-39 of the --- Electric Standing Committee.

Res.No.14.

Electrical Engineer's letter No.E.381/39 regarding reduction of rates for energy used for public -- lamps to a flat rate of 2 annas per unit. Cost of switching repairs and maintenance and replacement of lamps to be -- charged separately.

Approved.

****

(True copy)

Commissioner,
Bellary Municipality.

Copy of Resolution No.14 dated 29-7-40 of the -- Electric Standing Committee.

Res.No.14.

Read Standing Committee Resolution No.14 dated 31-7-39 reducing the rate of street light at a flat rate of -- Rs.0-2-0 per unit and letter dated 6-1-40 requesting Chief -- Electrical Inspector to Government to approve the rates as -- resolved in Electric Standing Committee. Also letter ---- No.M.23-b-791 dated 23-4-40 of Chief Electrical Inspector -- to Government refusing to approve the rate of Rs.0-2-0 and -- suggesting to charge at Rs.0-2-6 per unit. Read also --- office note dated 24-7-40 on the subject.

Resolution:- The Note of the Commissioner is approved. The - Government may be addressed as Electrical Inspector to Govt., is only a recommending authority and as the Council being the Local Authority and having intimate knowledge of local --- circumstances feels that its stand already taken is correct -- and justified considering the financial position of the --- Municipality.

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(True copy)

GK.

Commissioner.
Bellary Municipality.

Note to the Electric Standing Committee.

Subject:- Reduction of rates for street lighting -- Electric Standing Committee Resolution -- No.14/31-7-39 - Chief Electrical Inspector's recommendation - Greater loss to Council - by extra duty and maintenance expenditure -- on an alleged income - [illegible] - Consideration --- requested.

The Electric Standing Committee on the suggestion -- of the Electrical Engineer in his letter No.E.381/39 dated -- 12-5-39 have resolved in its resolution No.14 dated 31-7-39 to reduce the rate for energy for street lighting from --- As.3½ to As.2/- per unit, other conditions being the same.

The Electrical Inspector who was addressed in my -- letter dated 6-1-40 as a consulting authority to approve --- of the rates resolved by the Committee for the [illegible] --- reasons stated in the said letter. The Electrical inspector in reply has stated in his letter No.M.23-B dated 23-4-40 that the rate suggested by the Committee is not acceptable -- and suggested a rate of As.2½ per unit for energy only provided a monthly consumption of 12,000 units is guaranteed.

The above suggestion involves a greater loss to the Council by payment of a greater duty than the existing -- ones in that the duty increases from Rs.3,375/- to Rs.4,500/- i.e., by Rs.1,125/- per annum on energy consumption for street lighting alone besides the increase in the annual maintenance -- charges by way of extra bulbs, extra light maintenance etc., from Rs.3,000/- to Rs.4,000/- ie., by Rs.1,000/-

Taking the Municipality as a whole of which the -- Electric Concern is only a Remunerative Enterprise, the --- Municipality has to pay from its present resources of revenue -- Rs.2,000/- more in the shape of extra electricity duty, extra -- cost in maintenance consequent upon the consumption of ----

P.T.O.

12,000 units, than what it is at present meeting, should the suggestion of the Electrical Inspector be accepted ---- especially in view of the fact that the income for street --- lighting is merely a matter of book adjustment and not a -- real revenue from outside source.

Considering the present financial position of -- the Municipality with a deficit of nearly Rs.40,000/- per anum the acceptance of the Electrical Inspector's suggestion involves an extra loss of Rs.2,000/- per annum let alone the already --- heavy payment of Rs.3,375/- as Duty on an alleged income. --- Inspite of my pointing out these facts in my letter No.B.5.2585/40 dated 11-6-40 he does not seem to meet the points raised and -- merely reiterates his original suggestion stating that the --- rate of As.2/- is too low. Considering the present cost of -- generation works ~~xx~~ out to only 1.2 annas to 1.4 annas per unit, I do not see how the rate of As.2/- could be considered as --- too low.

For favour of consideration of the Committee in view -- of the above said facts

Sd/- Commissioner.
24-7-1940.

(True copy)

Commissioner,
Bellary Municipality.

Copy of letter dated 6/10 January 1940 from the Commissioner, Bellary Municipality, to the Chief Electrical Inspector to Government, Chepauk, Madras.

Subject:- Reduction of rates from As.3½ to As.2/- per -- unit for street lights - Council's Resolution No.14/31-7-39 of the Electric Standing ---- Committee - Approval requested.

The Electric Standing Committee to whom the powers have -- been delegated by the Council have in its Resolution No.14 dated 31-7-39 resolved as follows regarding the rates for -- energy for street lighting:- (1) The rate for energy for -- street lights shall be at As.2/- per unit. (2) Besides, the -- actual cost of maintenance for renewals and repairs including the cost of labour shall be met from the General Funds ---- separately.

The Prime facie consideration of the Council for the -- adoption of this rate was that the rate of As.3½ per unit was agreed to by the Council as early as 1935 in order --- to be on a par perhaps with the then cost of generation at As.3½ per unit. In successive years owing to the --- growth of the load and the good condition of working of the Electric Scheme, the cost of generation from 1937-38 works -- between 1.2 annas to 1.6 annas per unit. Hence, a reduction in the rate from As.3½ to As.2/- was considered very reasonable Secondly, as it is, the lighting of the town is very poor -- and it is under the consideration of the Council to enhance the number of lights for efficient lighting. This ---- facilitates the cost of maintenance of the public lighting -- under General Funds to be maintained on the same level as the number of lights are increased.

Thirdly, now the Electricity Duty is introduced by the -- Government, a tax to the extent of Rs.3,000/- a year has to --

P.T.O.

12

to be paid to the Government if the existing tariff is continued. After all it is a known fact to the Government, as the Electrical Engineer points out that in Municipal Electricity Undertakings, Electricity -- income from street lights is a matter of book adjustment from the General Funds to Electric Funds and not an actual income as from consumers from any outside - source. Hence, the payment of Rs.3,000/- towards -- tax is a drain on the General Fund resources on an - alleged income taking the Municipality as a whole. -- Under the circumstances on the on the prima facia idea of the Council mentioned above, I request that the Chief Electrical Inspector be pleased to approve the rates with effect from the current official year --- ie., 1-4-39. The Standing Committee Resolution and the letter of the Electrical Engineer mentioned --- therein are herewith enclosed for favour of perusal.

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(True copy)

Commissioner.

Copy of letter No.F 23-B-791 dated 23-4-1940 from the Chief Electrical Inspector to Government, Triplicane, Madras, to the Commissioner, Bellary Municipality.

Sub:- Reduction of rates for street lighting.

Ref:- Letter dated 6-1-1940 and your Electrical Engineer's No.F.1/92/40 dated 19-2-40.

With reference to your above, I have to inform you that a rate of 2 annas per unit suggested by your Council -- is too low and is not acceptable. I have no objection to -- approve a rate of 2.5 annas per unit (energy charges only) provided a monthly consumption of 12,000 units is guaranteed -- from public lighting. You may place the matter before the -- Council and forward the Council's resolution of acceptance, -- when approval from this office will be forwarded.

2. As regards the date from which the reduction will --- have effect, I regret I am unable to approve the proposal. The reduction should be given effect to from any date subsequent to the date of obtaining the aproval.

****

(True copy)

Commissioner.

Copy of letter No.B.5.2585/40 dated 11th June 1940 from the Commissioner, Bellary Municipality, Bellary, to -- the Chief Electrical Inspector to Government, Madras.

Subject:- Electricity - Reduction of rates for --- street lighting.

Ref:- Your letter No.M.23-40/791 dated 23-4-40.

In your letter referred to above, you have no --- objection to approve a rate of 2.5 annas per unit for energy - charges for street lighting provided a monthly consumption -- of 12,000 units is guaranteed from public lighting. It is -- possible to guarantee this consumption by increasing the -- wattage of some of the existing lamps and by increasing the -- number of street lights. By insisting upon this ---- guarantee you have taken care to see that the receipts --- from street lighting to Electric scheme are not reduced --- consequent on the reduction in the rates. But since the -- present monthly consumption for street lighting is about --- 9,000 units and the consumption required to be guaranteed is - 12,000 units per month, the expenditure from the receipts --- of the Electric concern by way of Electric duty at Rs.0-0-6 per unit increases from Rs.3,375/- to Rs.4,500/- ie., by --- Rs.1,125/- per annum on current consumed for street lighting - alone, and the annual maintenance charges by way of lighting - bulbs etc., will increase from Rs.3,000/- to Rs.4,000/- ie., by Rs.1,000/- which increase has to be borne out of the ---- general funds of the Municipality. It is thus evident that neither the interests of the general funds of the Municipalit; nor the interests of the successful working of the Electric - concern is taken into consideration in your proposal.

By your agreeing to the reduction in the rate to -- 2.5 annas per unit for street lighting, you have accepted --- the need for reduction in the existing rate for street --- lighting which is rather very high when compared with the -

P.T.O.

rates allowed in most other Municipalities whether by --- Municipal or private licensees. As a duty of six pies --- per unit has to be paid on this rate by the electric concern the net amount available for the concern is only two annas --- per unit. The Council or the Electric Standing Committee --- is thus justified in reducing the rate to two annas as it --- does not involve any loss of income to the concern. On the -- other hand, the reduction to two annas per unit saves to the -- Electric Concern the expenditure of Rs.4,500/- per annum towards ~~xxxxx~~ Electricity Duty on the consumption for street lighting. This saving in expenditure compensates the loss of income consequent on reduction from 2.5 annas to two annas per unit while -- guaranteeing a minimum monthly consumption of 12,000 units. --- Considerations of payment of Electric Duty need not stand in the -- way of reduction in the rate to two annas per unit for street --- lighting when such reduction is fully ~~xx~~ justified by the financial position of the concern itself and of the Municipality ~~xxxx~~ which -- manages it.

therefore request that you may be pleased to consider -- these facts and see your way to approve the reduction in the ---- rate to two annas for street lighting as originally proposed subject to the guarantee of a monthly consumption of 12000 units for ---- street lighting.

I shall place the matter before the Council after receipt of your reply to this letter and communicate the resolution to you.

The favour of a very early reply is requested.

(True copy)

Commissioner.

Copy of letter No.M.23.b-1340 from the Chief Electrical Inspector to Government, Madras, to the Commissioner, Bellary Municipality.

****

Ref:- B.5.2585/40 dated 11th June 1940.

Sub:- Reduction of rates for street lighting.

As already pointed out in this office No.M.23.b-791 --- dated 23rd April 1940, a rate of 2 annas per unit is too low -- and cannot be approved. The electricity duty is a commitment - on the licencee. Hence, I regret my inability to approve the - rate of 2 annas suggested in your above letter.

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(True copy)

Commissioner.

GK.,

19

P.W. Dept

26/9/9

Bellary Electric licence -
Rates of Supply. Rate for street
lighting - Reduction.

Ref:- Letter from the Commr.
Bellary municipality no.
71/493/40 dt 13/28 - 8-40

Endt. no. 12117/40-1 dt 7-9-40

Referred to the Ch. E.I
for remarks. The reply
should be sent through the
C.E. (E).

7/9

The Ch. E. I G. (with c/f. in
orgnl. to be returned with reply)
Copy to the C.E. (E).

RD 10-10-40

C.F. Office

~~PROCEEDINGS~~ ~~MEMORANDUM~~ OF THE Chief Electrical Inspector to Government, Chepauk.

Post Box No. _____ *Telegraphic Address* _____

ASST. G 134

15 OCT 1940

Name Sri P.V. Chari, M.B.E., M.I.E.E.

Endorsement M- *No* 23-b-2067 *dated* 12th Octr.40. ~~xxx~~.

Short title Bellary Electric Licence - Rates of supply - Rate for street lighting - Reduction.

READ—the following: -

P.W.D. Endorsement No.1211-F/40-1 dated the 7th September 1940 (copy sent to C.E.E. by Government.)

This office remarks together with the Commissioner's letter are forwarded to the Chief Engineer for Electricity.

P.W.D

A.R. Tell 1-11-40

15/10 16/10

14-10-40

Chief Electrical Inspector to Government.

To The Chief Engineer for Electricity, Chepauk.

Copy to the Secretary to Government, P.W.D.

Encls: 10 sheets.

GS.

Office of the
Chief Electrical Inspector to Govt
Chepauk, Madras.

Endorsement No.M-23-b-2067 dated 12th October 1940.

Sub: Bellary Electric Licence - Rates of supply - Rate for street lighting - Reduction.

Ref: P.W.D.Endorsement No.1211-F/40-1 dated 7-9-40.

The matter was referred to this office by the Commissioner, Municipal Council, Bellary and after careful consideration a rate of 2.5 annas per unit with a minimum of 12,000 units per mensem was recommended as most suitable to the Council for adoption.

2. The points raised by the Commissioner are commented upon seriatim below:--

(1) It is not clear on what basis the Committee has come to the conclusion that the cost of generation has been reduced from 3.5 annas to a value between 1.2 as. to 1.4 annas per unit. From the accounts for 1936-37 it is observed that the working cost per unit generated is as high as 2.45 annas.

(2) This was the very reason why a guarantee of 12000 units per mensem was suggested. This guarantee would enable the Council to increase the number of lights and do away with the kerosene lamps.

(3) The main intention of the Council appears to be to avoid the Duty payable to Government. The Electricity Duty is a commitment on a licensee. If the paying of the Duty is likely to jeopardise the finances of the undertaking, the matter should be taken up with Government separately; Government can permit the passing on the Duty to consumers in part or in whole depending on the licensee's finances.

3. I do not agree with the Commissioner's contention that the position is one of book adjustment. The electrical undertaking should be run on strictly

commercial principles; the Council should be considered a consumer for purposes of supply to street lighting. Any reduction in rate should directly or indirectly go to enhance the financial position of the undertaking. A good financial position of a local authority electrical undertaking is to the benefit of the Council inasmuch as all deficits in the Electricity accounts have to be met from the General Funds.

4. However, in view of the Council's attitude, I suggest a rate of 2.5 annas per unit with a nominal minimum of 2,000 units per mensem be approved, this minimum being as per G.O.No.509 dated 10-3-37.

Chief Electrical Inspector
to Government.

To The Secretary to Government, Public Works Department.

GS.

Encls: 9 sheets.

25

G
27 OCT 1940
268

OFFICE OF THE CHIEF ENGINEER
(Electricity)
Chepauk, Madras.

ENDORSEMENT No.2514 G/40-1 dated 21st October 1940.

BELLARY ELECTRIC LICENCE - Rates of supply - Rate for street lighting - Reduction.

Ref: Chief Electrical Inspector to Govt.'s Endt. No.M-23-b-2067 dated 12th October 1940.

Forwarded.

2. I agree with the recommendations of the Chief Electrical Inspector to Government.

T. J. [illegible]
21.10.40
For CHIEF ENGINEER (ELECTRICITY).

To the Secretary to Government, Public Works Department.
(With enclosures).

P.W. Dept

A. 82. 5/XI. 3/5/11

Memo. no. 12117/40-3 dt. 4-11-40

Bellary Electric licence - Rate of Supply - Street lighting rate - Reduction.

Ref:- Letter from the Commissioner Bellary multy no. 7.1/493/40 dt 13/28 -8-40

The Commissioner of Bellary municipality is informed that the proposal of the mul-cl. to reduce the street lighting rate from 3½ annas to 2 annas per unit cannot be agreed to for the following reasons.

(1) From the accounts for 1936-37 it is observed that the cost of generation, is as high as 2.45 annas per unit.

(2) The electrical undertaking should be run on strictly commercial basis, the mul-cl. being considered only as a consumer for purposes of supply to street lighting. The contention of the mul-cl. that there is no actual income to the undertaking

from street lighting since the, it is only a matter of book adjustment from the General funds cannot therefore be agreed to.

(3). If the policy of Electrical Duty, which the cl. seems to anxious to avoid, jeopardises the finances of the undertaking, the cl. should take up the matter separately for passing it to the consumers' or in part or whole depending on the finances of the undertaking

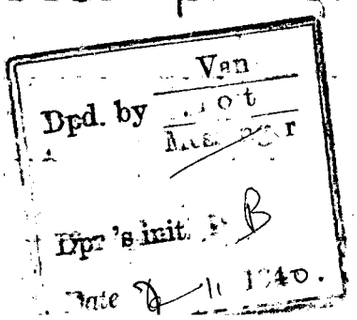
However Govt. are prepared to approve a reduction in the street lighting tariff to 2-5 annas per unit subject to a monthly minimum consumption of 2000 units

2. The commissioner is requested to state whether the mun. cl. agrees to the above and if so to obtain and submit a copy of the council's resolution accordingly.

24/10 25/10 28/10

para 3 on pp 23-24 c/f

Item (3) on p 3 c/f



para 4 on p 24 c/f

The Commissioner, Bellary municipality through C.M.C.S.

Copy to the Ch. E. & A. (w.r. to his Endt. no. M. 23b. 20675 | 12-10-40)

29

C.F. 30.

LOCAL ADMINISTRATION DEPARTMENT.

Received ..... 19 . *Registered* 5956 3 FEB 1941 19

Subject.

BELLARY ELECTRIC LICENSE - Rates of supply - Street lighting rate - reduction.

*****

ENCLOSURES.
No. one
Spare copies

C. No.8669/40 B.4.

Station BELLARY, , *Dated the* 28th January 1941.

From (Name) SRI.K.VENKATADRI CHOUDARY, B.A.,

(Designation) Commissioner, Bellary Municipality.

To The Secretary to the Government of Madras,

PUBLIC WORKS Department.
Through Janab.D.Abdul Rawoof Sahib Bahadur, B.A.,B.L., M.L.A., F.A.U., Chairman M.C., Bellary.

Sir,

Ref:- Government Memorandum No.1211-F/40-3 P.W., dated 4-11-1940.

I submit herewith a copy of the Council's Resolution No.40 dated 22-1-1941 approving the proposal of the Government called for in their reference quoted above. I request the Government to approve the reduction of rate of the street lighting from 3½ annas to 2½ annas with effect from 1-4-1940.

skr/28.1.

K. Venkatadri
Commissioner.
29.1.41

Forwarded
A. Rawoof
30/1/41

Copy to the Chief Electrical Inspector, Madras.
" " " Municipal Electrical Engineer for information.

Proceedings of the Municipal Council, Bellary passed at its ORDINARY *meeting held at* 9 A.M. ~~P.M.~~ *on* WEDNES *day, the* 22nd *of* JANUARY 19 41*; at the Municipal Office.*

*****

40. *Read* :—Government Memorandum No.1211-F/40-3 P.W., dated 4-11-40 stating that the rate in reduction in the street lighting tariff from 3½ annas to 2½ annas per unit will be approved provided the Council agrees to a monthly minimum consumption of 2,000 units.

Read Electrical Engineer's note recommending to accept the same as the monthly consumption is not less than 7000 units in any of the months.

RES:- A P P R O V E D.

D.ABDUL RAWOOF,
Chairman M.C.,

/ True copy /

Commissioner.

P. W. Dept

Electricity - Bellary Electric licence - Rate for street lighting - Reduction.

C no. 1211 7/40 dt 3-9-40 — From the Commissioner, Bellary municipality

pp 1-11 c f. — no. 7.1/493/40 dt 13/28 th 8. 40.

pp 23-24 c f. — From the Ch - E - D. A. Endt. no. M. 23. b. 2067

dt 12 - 10 - 40.

p 25 c f. — From the C. E. (E) Endt. no. 25146/40-1 dt 21-10-40.

To A-S.

Please see the letter from the Commissioner of Bellary municipality on pp 1-3 and the Endts of the Ch. E. D. A. and C. E (E) on pp 23-24 and 25 respectively of the C-f.

M on p 3 c f. — The mu. cl. proposes the reduction of the rate for street lighting from 3½ annas per unit to 2 annas per unit for the following reasons.

(1) The cost of production is only between 1.2 to 1.4 annas per unit

(2) The number of electric lights has to be increased.

(3) In order to avoid the payment of Electricity duty which the mu. cl. has to pay at the present rate, through the undertaking which gets no income on street lighting, since it is only a book adjustment from General funds

The Ch. E. D. A. states that the cost of production works out 2.45 annas per

34 27

unit according to the accounts for 1936-37. Bast Ltd does not say what the cost of production is according to the latest accounts. By the second reason given by the mul.cl. it apparently means that the number of lights should be increased without any additional expenditure and hence the comment of the ch.E.I.A. is not to the point. As regards reason 3) the ch.E.I.A is of opinion that the mul.cl. may take up the matter separately for passing on the Electricity Duty in part or whole to the consumers, if the payment of Duty jeopardises the finances of the undertaking. This view may be accepted. The ch.E.I.A. however recommends that the rate may be reduced to 2½ annas per unit subject to a minimum consumption of 2000 units per month. The recommendation of the ch.E.I.A. may perhaps be accepted

Item 2) on p 1 ante

Item 2 on p 23 cf.

Item (3) on p.1 ante

Item (3) on p 23 cf.

para 4 on p 24 cf.

A draft memo is put up. L.A.D. may see before issue.

24/10.

25/10

28/X

1 AD

T.W. 29/10

35104

SECRETARY TO GOVERNMENT
29 OCT 1940
LOCAL ADMINISTRATION DEPT.

P.W.D.-2.-0.-1211 7/40-2.
28-10-40.

L.A. Dept

Draft may be perused and the file returned to PWD.

29-10-40

PWD

3/11

PWD

LA-WO No 35104-1-E

4-11-40

PWD

Issue

4/11

[Issued as Memo. no. 12117/40-3 dt 4-11-40

From the Commr., Bellary Municipality c. no. 8669/40. B4. dt 28-(-41.

To AS.

Please see the letter from the Commr., Bellary municipality on pp 29-31 c.f.

The mil. cl. have agreed to the reduction of the street lighting tariff from 3-5 annas per unit to 2-5 annas per unit subject to a monthly minimum consumption of 2000 unit as suggested in Memo. no. 12117/40-3 dt 4-11-40. The commissioner also requests that the above reduction may be given effect to from 1-4-1940. The reduction may be approved. But since giving retrospective effect from 1-4-4 to the reduced rate would adversely affect the

finances of the Electrical undertaking it is for orders whether the rate may be given effect to from 1-1-41.

A draft order is put up. [The date from which the reduced rate should come into force will be entered in the draft after orders are passed on A above]. L.A-D. may see before issue

A may be approved

4.2.41.

L A D

P.W-D no. 1211 A/40-4
5-2-41.

SECRETARY TO GOVERNMENT
6 FEB 1941
LOCAL ADMINISTRATION DEPT.

May be perused & the file returned to PWD the reduced rate may take effect from 1-1-41. as suggested by PWD.

LA no. 3655-1-C
11-2-41

741 G
12 FEB 1941
PUBLIC WORKS DEPT.

Issue
12.2.41

Draft order sent for issue
12/2

C.F. 16.

P. W. Deptt

DRAFT FOR APPROVAL.

4 / 19 ~

Date. Initials.

When received for fair copying ..	4	
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When examined..		
When signed ..		
When despatched.		

SUBJECT :—

Electricity - Bellary Electric licence - Rate for street lighting Reduction - Approved.

READ AGAIN _____, dated _____ 19____

" " _____ " _____ 19____

READ *ALSO* :—

No. 12117/40 From the Commr., Bellary Municipality, No. 71/493/40; dated 13 & 28 - 19 40

_____ " Ch. E. I. G. Endt. No. 23-6-2067, 12-10-1940
C. E. (Elec.) .. 2514 G/40-1 21-10-40

_____ To the Commr., Bellary Mcpty. Memo. No. 12117/40-3, 4-11-1940
From - Do - Cno. 8669/40-B4 dt 28 (-41)

~~Resolution Book~~ Ms No. 379, dated 13. 2. 1941

The proposal of the Bellary municipal council to reduce the street lighting rate from 3½ annas to 2½ annas per unit subject to a minimum consumption of 2000 units per month is approved.

2. The reduced rate will come into force from 1-1-41.

4/2

4.2.41

1/DPH/41.

2

5

To Commissioner, Bellary municipality through C.M.C., Ch. E. I. G.

C. E. (E)

by to L. A. D.